

PREPARED BY: Mike Lovelace
DATE PREPARED: April 30, 2003
PHONE: 471-0050

LB 403

Revision: 01

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised to reflect the adoption of AM1307.

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *

	FY 2003-04		FY 2004-05	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				2,500,000
CASH FUNDS	1,075,000			
FEDERAL FUNDS	17,944,700			
OTHER FUNDS				
TOTAL FUNDS	19,019,700			2,500,000

*Does not include impact on political subdivisions. See narrative for political subdivision estimates.

The adoption of the Committee amendment (AM1307) strikes the original sections and inserts new sections that authorize the Military Department to sell property and construct a Military Joint Operations Center that would combine the Nebraska National Guard headquarters, unit armory space, Nebraska Emergency Management Agency (NEMA) operations and administration, and the State Patrol's Communications Center into one facility.

The National Guard portion of the project will be funded 100% federal and is estimated to cost \$15 million. The NEMA/State Patrol portion of the project will cost approximately \$3.9 million, with \$2.9 million funded with federal funds and a state match of \$975,000. The state match would be generated from the sale of six Military Department buildings and land located at 14th and Military Road. If the real estate is sold for the appraised value of \$3,650,000, the net gain to the General Fund after repaying the federal government for recent improvements (\$100,000), paying the state match for the proposed facility (\$975,000), and covering any maintenance costs pending the sale and selling expenses, will be approximately \$2.5 million. The revenue to the General Fund is shown as occurring in FY04-05, but the actual date(s) the property is sold will determine the timing of receipts.